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<b>(54) Title:</b> DSP-2 DUAL-SPECIFICITY MAP KINASE PHOSPHATASE  <b>(57) Abstract</b>  Compositions and methods are provided for the treatment of conditions associated with cell proliferation, cell differentiation and cell survival. In particular, the dual-specificity phosphatase DSP-2, and polypeptide variants thereof that stimulate dephosphorylation of DSP-2 substrates, are provided. The polypeptides may be used, for example, to identify antibodies and other agents that inhibit DSP-2 activity. The polypeptides and agents may be used to modulate cell proliferation, differentiation and survival.		

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## Description

### DSP-2 DUAL-SPECIFICITY MAP KINASE PHOSPHATASE

#### 5 Technical Field

The present invention relates generally to compositions and methods useful for treating conditions associated with defects in cell proliferation, cell differentiation and/or cell survival. The invention is more particularly related to dual-specificity protein phosphatases, and polypeptide variants thereof. The present invention is also related to the use of such  
10 polypeptides to identify antibodies and other agents, including small molecules, that modulate signal transduction leading to proliferative responses, cell differentiation and/or cell survival.

#### Background of the Invention

Mitogen-activated protein kinases (MAP-kinases) are present as components  
15 of conserved cellular signal transduction pathways that have a variety of conserved members. MAP-kinases are activated by phosphorylation at a dual phosphorylation motif with the sequence Thr-X-Tyr (by MAP-kinase kinases), in which phosphorylation at the tyrosine and threonine residues is required for activity. Activated MAP-kinases phosphorylate several transduction targets, including transcription factors. Inactivation of MAP-kinases is mediated  
20 by dephosphorylation at this site by dual-specificity phosphatases referred to as MAP-kinase phosphatases. In higher eukaryotes, the physiological role of MAP-kinase signaling has been correlated with cellular events such as proliferation, oncogenesis, development and differentiation. Accordingly, the ability to regulate signal transduction via these pathways could lead to the development of treatments and preventive therapies for human diseases  
25 associated with MAP-kinase signaling, such as cancer.

Dual-specificity protein tyrosine phosphatases (dual-specificity phosphatases) are phosphatases that dephosphorylate both phosphotyrosine and phosphothreonine/serine residues (Walton et al., *Ann. Rev. Biochem.* 62:101-120, 1993). Several dual-specificity phosphatases that inactivate a MAP-kinase have been identified, including MKP-1 (WO  
30 97/00315; Keyse and Emslie, *Nature* 59:644-647, 1992), MKP-4, MKP-5, MKP-7, Hb5 (WO 97/06245), PAC1 (Ward et al., *Nature* 367:651-654, 1994), HVH2 (Guan and Butch, *J. Biol.*

*Chem.* 270:7197-7203, 1995) and PYST1 (Groom et al., *EMBO J.* 15:3621-3632, 1996). Expression of certain dual-specificity phosphatases is induced by stress or mitogens, but others appear to be expressed constitutively in specific cell types. The regulation of dual-specificity phosphatase expression and activity is critical for control of MAP-kinase mediated cellular functions, including cell proliferation, cell differentiation and cell survival. For example, dual-specificity phosphatases may function as negative regulators of cell proliferation. It is likely that there are many such dual-specificity phosphatases, with varying specificity with regard to cell type or activation. However, the regulation of dual specificity phosphatases remains poorly understood and only a relatively small number of dual-specificity phosphatases have been identified.

Accordingly, there is a need in the art for an improved understanding of MAP-kinase signaling, and the regulation of dual-specificity phosphatases within MAP-kinase signaling cascades. An increased understanding of dual-specificity phosphatase regulation may facilitate the development of methods for modulating the activity of proteins involved in MAP-kinase cascades, and for treating conditions associated with such cascades. The present invention fulfills these needs and further provides other related advantages.

### Summary of the Invention

Briefly stated, the present invention provides compositions and methods for identifying agents capable of modulating cellular proliferative responses. In one aspect, the present invention provides isolated DSP-2 polypeptides having the sequence of DSP-2 recited in SEQ ID NO:2, or a variant thereof that differs in one or more amino acid deletions, additions, insertions or substitutions at no more than 50% of the residues in SEQ ID NO:2, such that the polypeptide retains the ability to dephosphorylate an activated MAP-kinase.

Within further aspects, the present invention provides an isolated polynucleotide that encodes at least ten consecutive amino acids of a polypeptide having a sequence corresponding to SEQ ID NO:2. In certain embodiments the invention provides an isolated polynucleotide that encodes at least fifteen consecutive amino acids of a polypeptide having a sequence corresponding to SEQ ID NO:2. Certain such polynucleotides encode a DSP-2 polypeptide. Still further, polynucleotides may be antisense polynucleotides that

comprise at least 15 consecutive nucleotides complementary to a portion of a DSP-2 polynucleotide and/or that detectably hybridize to the complement of the sequence recited in SEQ ID NO:1 under conditions that include a wash in 0.1X SSC and 0.1% SDS at 50°C for at least 15 minutes. Also provided are expression vectors comprising any of the foregoing polynucleotides, and host cells transformed or transfected with such expression vectors.

The present invention further provides, within other aspects, methods for producing a DSP-2 polypeptide, comprising the steps of: (a) culturing a host cell as described above under conditions that permit expression of the DSP-2 polypeptide; and (b) isolating DSP-2 polypeptide from the host cell culture.

Also provided by the present invention are isolated antibodies, and antigen binding fragments thereof, that specifically bind to a DSP-2 polypeptide such as a polypeptide having the sequence of SEQ ID NO:2.

The present invention further provides, within other aspects, pharmaceutical compositions comprising a polypeptide, polynucleotide, antibody or fragment thereof as described above in combination with a physiologically acceptable carrier.

Within further aspects, the present invention provides methods for detecting DSP-2 expression in a sample, comprising: (a) contacting a sample with an antibody or an antigen-binding fragment thereof as described above, under conditions and for a time sufficient to allow formation of an antibody/DSP-2 complex; and (b) detecting the level of antibody/DSP-2 complex.

Within still other aspects, the present invention provides methods for detecting DSP-2 expression in a sample, comprising: (a) contacting a sample with an antisense polynucleotide as described above; and (b) detecting in the sample an amount of DSP-2 polynucleotide that hybridizes to the antisense polynucleotide. The amount of DSP-2 polynucleotide that hybridizes to the antisense polynucleotide may be determined, for example, using polymerase chain reaction or a hybridization assay.

The invention also provides DSP-2 polypeptides useful in screening assays for modulators of enzyme activity and/or substrate binding. Methods are also provided, within other aspects, for screening for an agent that modulates DSP-2 activity, comprising the steps of: (a) contacting a candidate agent with a DSP-2 polypeptide as described above, under

conditions and for a time sufficient to permit interaction between the polypeptide and candidate agent; and (b) subsequently evaluating the ability of the polypeptide to dephosphorylate a DSP-2 substrate, relative to a predetermined ability of the polypeptide to dephosphorylate the DSP-2 substrate in the absence of candidate agent. Such methods may  
5 be performed *in vitro* or in a cellular environment (*e.g.*, within an intact cell).

Within further aspects, methods are provided for screening for an agent that modulates DSP-2 activity, comprising the steps of: (a) contacting a candidate agent with a cell comprising a DSP-2 promoter operably linked to a polynucleotide encoding a detectable transcript or protein, under conditions and for a time sufficient to permit interaction between  
10 the promoter and candidate agent; and (b) subsequently evaluating the expression of the polynucleotide, relative to a predetermined level of expression in the absence of candidate agent.

Also provided are methods for modulating a proliferative response in a cell, comprising contacting a cell with an agent that modulates DSP-2 activity.

15 Within further aspects, methods are provided for modulating differentiation of a cell, comprising contacting a cell with an agent that modulates DSP-2 activity.

The present invention further provides methods for modulating cell survival, comprising contacting a cell with an agent that modulates DSP-2 activity.

20 Within related aspects, the present invention provides methods for treating a patient afflicted with a disorder associated with DSP-2 activity (or treatable by administration of DSP-2), comprising administering to a patient a therapeutically effective amount of an agent that modulates DSP-2 activity. Such disorders include cancer, graft-versus-host disease, autoimmune diseases, allergies, metabolic diseases, abnormal cell growth, abnormal cell proliferation and cell cycle abnormalities, as well as rejection of transplanted tissue.

25 Within further aspects, DSP-2 substrate trapping mutant polypeptides are provided. Such polypeptides differ from the sequence recited in SEQ ID NO:2 in one or more amino acid deletions, additions, insertions or substitutions at no more than 50% of the residues in SEQ ID NO:2, such that the polypeptide binds to a substrate with an affinity that is not substantially diminished relative to DSP-2, and such that the ability of the polypeptide  
30 to dephosphorylate a substrate is reduced relative to DSP-2. Within certain specific

embodiments, a substrate trapping mutant polypeptide contains a substitution at position 73 or position 104 of SEQ ID NO:2.

The present invention further provides, within other aspects, methods for screening a molecule for the ability to interact with DSP-2, comprising the steps of: (a) contacting a candidate molecule with a polypeptide as described above under conditions and for a time sufficient to permit the candidate molecule and polypeptide to interact; and (b) detecting the presence or absence of binding of the candidate molecule to the polypeptide. The step of detecting may comprise, for example, an affinity purification step, a yeast two hybrid screen or a screen of a phage display library.

These and other aspects of the present invention will become apparent upon reference to the following detailed description and attached drawings. All references disclosed herein are hereby incorporated by reference in their entirety as if each was incorporated individually.

#### Brief Description of the Drawings

Figure 1 presents a cDNA sequence for DSP-2 (SEQ ID NO:1), with the translated region indicated in bold. Start and stop codons are shown boxed.

Figure 2 presents the predicted amino acid sequence of DSP-2 (SEQ ID NO:2).

Figure 3 is a sequence alignment showing sequence similarity between DSP-2 and other MAP-kinase phosphatases.

Figure 4 shows northern blot hybridization using a <sup>32</sup>P-labeled full length DSP-2 encoding nucleic acid sequence as probe. Blot contained human polyA+ RNA from various tissue types as follows: Lane 1, spleen; lane 2, thymus; lane 3, prostate; lane 4, testis; lane 5, ovary; lane 6, small intestine; lane 7, colon; lane 8, peripheral blood leukocyte.

#### Detailed Description of the Invention

As noted above, the present invention is generally directed to compositions and methods for modulating (*i.e.*, stimulating or inhibiting) cellular proliferative responses, *in vitro* and *in vivo*. In particular, the present invention provides a dual-specificity phosphatase DSP-2 (Figures 1-2; SEQ ID NOs:1-2), as well as variants thereof and antibodies that

specifically bind DSP-2. Also provided herein are methods for using such compounds for screens, detection assays and related therapeutic uses.

#### DSP-2 POLYPEPTIDES AND POLYNUCLEOTIDES

5 As used herein, the term "DSP-2 polypeptide" refers to a polypeptide that comprises a DSP-2 sequence as provided herein or a variant of such a sequence. Such polypeptides are capable of dephosphorylating both tyrosine and threonine/serine residues in a DSP-2 substrate, with an activity that is not substantially diminished relative to that of a full length native DSP-2. DSP-2 substrates include activated (*i.e.*, phosphorylated) MAP-kinases.  
10 Other substrates may be identified using substrate trapping mutants, as described herein, and include polypeptides having one or more phosphorylated tyrosine, threonine and /or serine residues.

DSP-2 polypeptide variants within the scope of the present invention may contain one or more substitutions, deletions, additions and/or insertions. For certain DSP-2  
15 variants, the ability of the variant to dephosphorylate tyrosine and threonine residues within a DSP-2 substrate is not substantially diminished. The ability of such a DSP-2 variant to dephosphorylate tyrosine and threonine residues within a DSP-2 substrate may be enhanced or unchanged, relative to a native DSP-2, or may be diminished by less than 50%, and preferably less than 20%, relative to native DSP-2. Such variants may be identified using the  
20 representative assays provided herein.

Also contemplated by the present invention are modified forms of DSP-2 in which a specific function is disabled. For example, such proteins may be constitutively active or inactive, or may display altered binding or catalytic properties. Such altered proteins may be generated using well known techniques, and the altered function confirmed using screens  
25 such as those provided herein. Certain modified DSP-2 polypeptides are known as "substrate trapping mutants." Such polypeptides retain the ability to bind a substrate (*i.e.*,  $K_m$  is not substantially diminished), but display a reduced ability to dephosphorylate a substrate (*i.e.*,  $k_{cat}$  is reduced, preferably to less than 1 per minute). Further, the stability of the substrate trapping mutant/substrate complex should not be substantially diminished, relative to the  
30 stability of a DSP-2/substrate complex. Complex stability may be assessed based on the



association constant ( $K_a$ ). Determination of  $K_m$ ,  $k_{cat}$  and  $K_a$  may be readily accomplished using standard techniques known in the art (*see, e.g.*, WO 98/04712; Lehninger, Biochemistry, 1975 Worth Publishers, NY) and assays provided herein. Substrate trapping mutants may be generated, for example, by modifying DSP-2 with an amino acid substitution at position 73 or position 104 (*e.g.*, by replacing the amino acid aspartate at position 73 with an alanine residue, or by replacing the cysteine at residue 104 with a serine). Substrate trapping mutants may be used, for example, to identify DSP-2 substrates. Briefly, the modified DSP-2 may be contacted with a candidate substrate (alone or within a mixture of proteins, such as a cell extract) to permit the formation of a substrate/DSP-2 complex. The complex may then be isolated by conventional techniques to permit the isolation and characterization of substrate. The preparation and use of substrate trapping mutants is described, for example, within PCT Publication No. WO 98/04712.

Preferably, a variant contains conservative substitutions. A "conservative substitution" is one in which an amino acid is substituted for another amino acid that has similar properties, such that one skilled in the art of peptide chemistry would expect the secondary structure and hydrophobic nature of the polypeptide to be substantially unchanged. Amino acid substitutions may generally be made on the basis of similarity in polarity, charge, solubility, hydrophobicity, hydrophilicity and/or the amphipathic nature of the residues. For example, negatively charged amino acids include aspartic acid and glutamic acid; positively charged amino acids include lysine and arginine; and amino acids with uncharged polar head groups having similar hydrophilicity values include leucine, isoleucine and valine; glycine and alanine; asparagine and glutamine; and serine, threonine, phenylalanine and tyrosine. Other groups of amino acids that may represent conservative changes include: (1) ala, pro, gly, glu, asp, gln, asn, ser, thr; (2) cys, ser, tyr, thr; (3) val, ile, leu, met, ala, phe; (4) lys, arg, his; and (5) phe, tyr, trp, his. A variant may also, or alternatively, contain nonconservative changes.

In general, modifications may be more readily made in non-critical regions, which are regions of the native sequence that do not substantially change the activity of DSP-2. Non-critical regions may be identified by modifying the DSP-2 sequence in a particular region and assaying the ability of the resulting variant in a phosphatase assay, as described

herein. Preferred sequence modifications are made so as to retain the active site domain (LHCAAGVSRS, SEQ ID NO:3). Within certain preferred embodiments, such modifications affect interactions between DSP-2 and cellular components other than DSP-2 substrates. However, substitutions may also be made in critical regions of the native protein, provided  
5 that the resulting variant substantially retains the ability to stimulate substrate dephosphorylation. Within certain embodiments, a variant contains substitutions, deletions, additions and/or insertions at no more than 50%, preferably no more than 25%, of the amino acid residues.

Variants may also (or alternatively) be modified by, for example, the deletion  
10 or addition of amino acids that have minimal influence on the activity of the polypeptide. In particular, variants may contain additional amino acid sequences at the amino and/or carboxy termini. Such sequences may be used, for example, to facilitate purification or detection of the polypeptide.

DSP-2 polypeptides may be prepared using any of a variety of well known  
15 techniques. Recombinant polypeptides encoded by DNA sequences as described below may be readily prepared from the DNA sequences using any of a variety of expression vectors known to those having ordinary skill in the art. Expression may be achieved in any appropriate host cell that has been transformed or transfected with an expression vector containing a DNA molecule that encodes a recombinant polypeptide. Suitable host cells  
20 include prokaryotes, yeast and higher eukaryotic cells (including mammalian cells), and forms that differ in glycosylation may be generated by varying the host cell or post-isolation processing. Supernatants from suitable host/vector systems which secrete recombinant protein or polypeptide into culture media may be first concentrated using a commercially available filter. Following concentration, the concentrate may be applied to a suitable  
25 purification matrix such as an affinity matrix or an ion exchange resin. Finally, one or more reverse phase HPLC steps can be employed to further purify a recombinant polypeptide.

Portions and other variants having fewer than about 100 amino acids, and generally fewer than about 50 amino acids, may also be generated by synthetic procedures, using techniques well known to those having ordinary skill in the art. For example, such  
30 polypeptides may be synthesized using any of the commercially available solid-phase

techniques, such as the Merrifield solid-phase synthesis method, where amino acids are sequentially added to a growing amino acid chain. See Merrifield, *J. Am. Chem. Soc.* 85:2149-2146, 1963. Equipment for automated synthesis of polypeptides is commercially available from suppliers such as Perkin-Elmer, Inc., Applied BioSystems Division (Foster City, CA), and may be operated according to the manufacturer's instructions.

A "DSP-2 polynucleotide" is any polynucleotide that encodes at least a portion of a DSP-2 polypeptide or a variant thereof, or that is complementary to such a polynucleotide. Preferred polynucleotides comprise at least 15 consecutive nucleotides, preferably at least 30 consecutive nucleotides, that encode a DSP-2 polypeptide or that are complementary to such a sequence. Certain polynucleotides encode a DSP-2 polypeptide; others may find use as probes, primers or antisense oligonucleotides, as described below. Polynucleotides may be single-stranded (coding or antisense) or double-stranded, and may be DNA (genomic, cDNA or synthetic) or RNA molecules. Additional coding or non-coding sequences may, but need not, be present within a polynucleotide of the present invention, and a polynucleotide may, but need not, be linked to other molecules and/or support materials.

DSP-2 polynucleotides may comprise a native sequence (*i.e.*, an endogenous DSP-2 sequence or a portion or splice variant thereof) or may comprise a variant of such a sequence. Polynucleotide variants may contain one or more substitutions, additions, deletions and/or insertions such that the activity of the encoded polypeptide is not substantially diminished, as described above. The effect on the activity of the encoded polypeptide may generally be assessed as described herein. Variants preferably exhibit at least about 70% identity, more preferably at least about 80% identity and most preferably at least about 90% identity to a polynucleotide sequence that encodes a native DSP-2 or a portion thereof. The percent identity may be readily determined by comparing sequences using computer algorithms well known to those having ordinary skill in the art, such as Align or the BLAST algorithm (Altschul, *J. Mol. Biol.* 219:555-565, 1991; Henikoff and Henikoff, *Proc. Natl. Acad. Sci. USA* 89:10915-10919, 1992), which is available at the NCBI website (<http://www.ncbi.nlm.nih.gov/cgi-bin/BLAST>). Default parameters may be used. Certain variants are substantially homologous to a native gene. Such polynucleotide variants are capable of hybridizing under moderately stringent conditions to a naturally occurring DNA or

RNA sequence encoding a native DSP-2 (or a complementary sequence). Suitable moderately stringent conditions include, for example, prewashing in a solution of 5 X SSC, 0.5% SDS, 1.0 mM EDTA (pH 8.0); hybridizing at 50°C-70°C, 5 X SSC, for 1-16 hours (*e.g.*, overnight); followed by washing once or twice at up to 70°C for 20-40 minutes with one or more each of 2X, 0.5X and 0.2X SSC containing 0.05-0.1% SDS. For additional stringency, conditions may include a wash in 0.1X SSC and 0.1% SDS at 50-70 °C for 15-40 minutes. As known to those having ordinary skill in the art, variations in stringency of hybridization conditions may be achieved by altering the time, temperature and/or concentration of the solutions used for prehybridization, hybridization and wash steps, and suitable conditions may also depend in part on the particular nucleotide sequences of the probe used, and of the blotted, proband nucleic acid sample. Accordingly, it will be appreciated that suitably stringent conditions can be readily selected without undue experimentation where a desired selectivity of the probe is identified, based on its ability to hybridize to one or more certain proband sequences while not hybridizing to certain other proband sequences.

It will also be appreciated by those having ordinary skill in the art that, as a result of the degeneracy of the genetic code, there are many nucleotide sequences that encode a polypeptide as described herein. Some of these polynucleotides bear minimal homology to the nucleotide sequence of any native gene. Nonetheless, polynucleotides that vary due to differences in codon usage are specifically contemplated by the present invention.

Polynucleotides may be prepared using any of a variety of techniques. For example, a polynucleotide may be amplified from cDNA prepared from a suitable cell or tissue type, such as human thymus or immune system cells. Such polynucleotides may be amplified via polymerase chain reaction (PCR). For this approach, sequence-specific primers may be designed based on the sequences provided herein, and may be purchased or synthesized.

An amplified portion may be used to isolate a full length gene from a suitable library (*e.g.*, human thymus cDNA) using well known techniques. Within such techniques, a library (cDNA or genomic) is screened using one or more polynucleotide probes or primers suitable for amplification. Preferably, a library is size-selected to include larger molecules.

Random primed libraries may also be preferred for identifying 5' and upstream regions of genes. Genomic libraries are preferred for obtaining introns and extending 5' sequences.

For hybridization techniques, a partial sequence may be labeled (*e.g.*, by nick-translation or end-labeling with  $^{32}\text{P}$ ) using well known techniques. A bacterial or bacteriophage library may then be screened by hybridizing filters containing denatured bacterial colonies (or lawns containing phage plaques) with the labeled probe (*see, e.g.*, Sambrook et al., *Molecular Cloning: A Laboratory Manual*, Cold Spring Harbor Laboratories, Cold Spring Harbor, NY, 1989). Hybridizing colonies or plaques are selected and expanded, and the DNA is isolated for further analysis. Clones may be analyzed to determine the amount of additional sequence by, for example, PCR using a primer from the partial sequence and a primer from the vector. Restriction maps and partial sequences may be generated to identify one or more overlapping clones. A full length cDNA molecule can be generated by ligating suitable fragments, using well known techniques.

Alternatively, there are numerous amplification techniques for obtaining a full length coding sequence from a partial cDNA sequence. Within such techniques, amplification is generally performed via PCR. One such technique is known as "rapid amplification of cDNA ends" or RACE. This technique involves the use of an internal primer and an external primer, which hybridizes to a polyA region or vector sequence, to identify sequences that are 5' and 3' of a known sequence. Any of a variety of commercially available kits may be used to perform the amplification step. Primers may be designed using, for example, software well known in the art. Primers are preferably 17-32 nucleotides in length, have a GC content of at least 40% and anneal to the target sequence at temperatures of about 54°C to 72°C. The amplified region may be sequenced as described above, and overlapping sequences assembled into a contiguous sequence.

A cDNA sequence encoding DSP-2 is provided in Figure 1 (SEQ ID NO:1), and the predicted amino acid sequence is provided in Figure 2 (SEQ ID NO:2). The DSP-2 active site LIICAAGVSR (SEQ ID NO:3), is encoded by nucleotide bases located at nucleotide positions 102 through 111 of SEQ ID NO:1. Sequence information immediately adjacent to this site was used to design 5' and 3' RACE reactions with human thymus cDNA to identify a protein of 188 amino acids that displays a higher abundance in tissue of the immune system. This protein is referred to as dual specificity phosphatase-2, or DSP-2.

DSP-2 shows significant homology to other MAP-kinase phosphatases, as shown by the sequence comparison presented in Figure 3.

DSP-2 polynucleotide variants may generally be prepared by any method known in the art, including, for example, solid phase chemical synthesis. Modifications in a polynucleotide sequence may also be introduced using standard mutagenesis techniques, such as oligonucleotide-directed site-specific mutagenesis. Alternatively, RNA molecules may be generated by *in vitro* or *in vivo* transcription of DNA sequences encoding DSP-2, or a portion thereof, provided that the DNA is incorporated into a vector with a suitable RNA polymerase promoter (such as T7 or SP6). Certain polynucleotides may be used to prepare an encoded polypeptide, as described herein. In addition, or alternatively, a polynucleotide may be administered to a patient such that the encoded polypeptide is generated *in vivo*.

A polynucleotide that is complementary to at least a portion of a coding sequence (*e.g.*, an antisense polynucleotide or a ribozyme) may also be used as a probe or primer, or to modulate gene expression. Identification of oligonucleotides and ribozymes for use as antisense agents, and DNA encoding genes for their targeted delivery, involve methods well known in the art. For example, the desirable properties, lengths and other characteristics of such oligonucleotides are well known. Antisense oligonucleotides are typically designed to resist degradation by endogenous nucleolytic enzymes by using such linkages as: phosphorothioate, methylphosphonate, sulfone, sulfate, ketyl, phosphorodithioate, phosphoramidate, phosphate esters, and other such linkages (*see, e.g.*, Agrwal et al., *Tetrahedron Lett.* 28:3539-3542 (1987); Miller et al., *J. Am. Chem. Soc.* 93:6657-6665 (1971); Stec et al., *Tetrahedron Lett.* 26:2191-2194 (1985); Moody et al., *Nucl. Acids Res.* 12:4769-4782 (1989); Uznanski et al., *Nucl. Acids Res.* (1989); Letsinger et al., *Tetrahedron* 40:137-143 (1984); Eckstein, *Annu. Rev. Biochem.* 54:367-402 (1985); Eckstein, *Trends Biol. Sci.* 14:97-100 (1989); Stein In: *Oligodeoxynucleotides. Antisense Inhibitors of Gene Expression*, Cohen, Ed. Macmillan Press, London, pp. 97-117 (1989); Jager et al., *Biochemistry* 27:7237-7246 (1988)).

Antisense polynucleotides are oligonucleotides that bind in a sequence-specific manner to nucleic acids, such as mRNA or DNA. When bound to mRNA that has complementary sequences, antisense prevents translation of the mRNA (*see, e.g.*, U.S. Patent

No. 5,168,053 to Altman et al.; U.S. Patent No. 5,190,931 to Inouye, U.S. Patent No. 5,135,917 to Burch; U.S. Patent No. 5,087,617 to Smith and Clusel et al. (1993) *Nucl. Acids Res.* 21:3405-3411, which describes dumbbell antisense oligonucleotides). Triplex molecules refer to single DNA strands that bind duplex DNA forming a colinear triplex molecule, thereby preventing transcription (*see, e.g.*, U.S. Patent No. 5,176,996 to Hogan et al., which describes methods for making synthetic oligonucleotides that bind to target sites on duplex DNA).

Particularly useful antisense nucleotides and triplex molecules are molecules that are complementary to or bind the sense strand of DNA or mRNA that encodes a DSP-2 polypeptide or a protein mediating any other process related to expression of endogenous DSP-2, such that inhibition of translation of mRNA encoding the DSP-2 polypeptide is effected. cDNA constructs that can be transcribed into antisense RNA may also be introduced into cells or tissues to facilitate the production of antisense RNA. Antisense technology can be used to control gene expression through interference with binding of polymerases, transcription factors or other regulatory molecules (*see* Gee et al., *In* Huber and Carr, *Molecular and Immunologic Approaches*, Futura Publishing Co. (Mt. Kisco, NY; 1994)). Alternatively, an antisense molecule may be designed to hybridize with a control region of a DSP-2 gene (*e.g.*, promoter, enhancer or transcription initiation site), and block transcription of the gene; or to block translation by inhibiting binding of a transcript to ribosomes.

The present invention also contemplates DSP-2-specific ribozymes. A ribozyme is an RNA molecule that specifically cleaves RNA substrates, such as mRNA, resulting in specific inhibition or interference with cellular gene expression. There are at least five known classes of ribozymes involved in the cleavage and/or ligation of RNA chains. Ribozymes can be targeted to any RNA transcript and can catalytically cleave such transcripts (*see, e.g.*, U.S. Patent No. 5,272,262; U.S. Patent No. 5,144,019; and U.S. Patent Nos. 5,168,053, 5,180,818, 5,116,742 and 5,093,246 to Cech et al.). Any DSP-2 mRNA-specific ribozyme, or a nucleic acid encoding such a ribozyme, may be delivered to a host cell to effect inhibition of DSP-2 gene expression. Ribozymes may therefore be delivered to the host cells by DNA encoding the ribozyme linked to a eukaryotic promoter, such as a

eukaryotic viral promoter, such that upon introduction into the nucleus, the ribozyme will be directly transcribed.

Any polynucleotide may be further modified to increase stability *in vivo*. Possible modifications include, but are not limited to, the addition of flanking sequences at the 5' and/or 3' ends; the use of phosphorothioate or 2' O-methyl rather than phosphodiester linkages in the backbone; and/or the inclusion of nontraditional bases such as inosine, guanosine and wybutosine, as well as acetyl-, methyl-, thio- and other modified forms of adenine, cytidine, guanine, thymine and uridine.

Nucleotide sequences as described herein may be joined to a variety of other nucleotide sequences using established recombinant DNA techniques. For example, a polynucleotide may be cloned into any of a variety of cloning vectors, including plasmids, phagemids, lambda phage derivatives and cosmids. Vectors of particular interest include expression vectors, replication vectors, probe generation vectors and sequencing vectors. In general, a suitable vector contains an origin of replication functional in at least one organism, convenient restriction endonuclease sites and one or more selectable markers. Other elements will depend upon the desired use, and will be apparent to those having ordinary skill in the art.

Within certain embodiments, polynucleotides may be formulated so as to permit entry into a cell of a mammal, and expression therein. Such formulations are particularly useful for therapeutic purposes, as described below. Those having ordinary skill in the art will appreciate that there are many ways to achieve expression of a polynucleotide in a target cell, and any suitable method may be employed. For example, a polynucleotide may be incorporated into a viral vector using well known techniques. A viral vector may additionally transfer or incorporate a gene for a selectable marker (to aid in the identification or selection of transduced cells) and/or a targeting moiety, such as a gene that encodes a ligand for a receptor on a specific target cell, to render the vector target specific. Targeting may also be accomplished using an antibody, by methods known to those having ordinary skill in the art.

Other formulations for therapeutic purposes include colloidal dispersion systems, such as macromolecule complexes, nanocapsules, microspheres, beads, and lipid-



based systems including oil-in-water emulsions, micelles, mixed micelles, and liposomes. A preferred colloidal system for use as a delivery vehicle *in vitro* and *in vivo* is a liposome (*i.e.*, an artificial membrane vesicle). The preparation and use of such systems is well known in the art.

5           Within other aspects, a DSP-2 promoter may be isolated using standard techniques. The present invention provides nucleic acid molecules comprising such a promoter sequence or one or more cis- or trans-acting regulatory elements thereof. Such regulatory elements may enhance or suppress expression of DSP-2. A 5' flanking region may be generated using standard techniques, based on the genomic sequence provided herein. If  
10           necessary, additional 5' sequences may be generated using PCR-based or other standard methods. The 5' region may be subcloned and sequenced using standard methods. Primer extension and/or RNase protection analyses may be used to verify the transcriptional start site deduced from the cDNA.

          To define the boundary of the promoter region, putative promoter inserts of  
15           varying sizes may be subcloned into a heterologous expression system containing a suitable reporter gene without a promoter or enhancer. Suitable reporter genes may include genes encoding luciferase, beta-galactosidase, chloramphenicol acetyl transferase, secreted alkaline phosphatase or the Green Fluorescent Protein gene. Suitable expression systems are well known and may be prepared using well known techniques or obtained commercially. Internal  
20           deletion constructs may be generated using unique internal restriction sites or by partial digestion of non-unique restriction sites. Constructs may then be transfected into cells that display high levels of DSP-2 expression. In general, the construct with the minimal 5' flanking region showing the highest level of expression of reporter gene is identified as the promoter. Such promoter regions may be linked to a reporter gene and used to evaluate  
25           agents for the ability to modulate DSP-2 transcription.

          Once a functional promoter is identified, cis- and trans-acting elements may be located. Cis-acting sequences may generally be identified based on homology to previously characterized transcriptional motifs. Point mutations may then be generated within the identified sequences to evaluate the regulatory role of such sequences. Such mutations may  
30           be generated using site-specific mutagenesis techniques or a PCR-based strategy. The altered

promoter is then cloned into a reporter gene expression vector, as described above, and the effect of the mutation on reporter gene expression is evaluated.

The present invention also contemplates the use of allelic variants of DSP-2, as well as DSP-2 sequences from other organisms. Such sequences may generally be identified based upon similarity to the sequences provided herein (*e.g.*, using hybridization techniques) and based upon the presence of DSP-2 activity, using an assay provided herein.

In general, polypeptides and polynucleotides as described herein are isolated. An "isolated" polypeptide or polynucleotide is one that is removed from its original environment. For example, a naturally-occurring protein is isolated if it is separated from some or all of the coexisting materials in the natural system. Preferably, such polypeptides are at least about 90% pure, more preferably at least about 95% pure and most preferably at least about 99% pure. A polynucleotide is considered to be isolated if, for example, it is cloned into a vector that is not a part of the natural environment.

#### ASSAYS FOR DETECTING DSP-2 ACTIVITY

According to the present invention, substrates of DSP-2 may include full length tyrosine phosphorylated proteins and polypeptides as well as fragments (*e.g.*, portions), derivatives or analogs thereof that can be phosphorylated at a tyrosine residue and that may, in certain preferred embodiments, also be able to undergo phosphorylation at a serine or a threonine residue. Such fragments, derivatives and analogs include any naturally occurring or artificially engineered DSP-2 substrate polypeptide that retains at least the biological function of interacting with a DSP-2 as provided herein, for example by forming a complex with a DSP-2. A fragment, derivative or analog of a DSP-2 substrate polypeptide, including substrates that are fusion proteins, may be (i) one in which one or more of the amino acid residues are substituted with a conserved or non-conserved amino acid residue (preferably a conserved amino acid residue), and such substituted amino acid residue may or may not be one encoded by the genetic code, or (ii) one in which one or more of the amino acid residues includes a substituent group, or (iii) one in which the substrate polypeptide is fused with another compound, such as a compound to increase the half-life of the polypeptide (*e.g.*, polyethylene glycol) or a detectable moiety such as a reporter molecule, or (iv) one in

which additional amino acids are fused to the substrate polypeptide, including amino acids that are employed for purification of the substrate polypeptide or a proprotein sequence. Such fragments, derivatives and analogs are deemed to be within the scope of those skilled in the art. In preferred embodiment, a MAP-kinase polypeptide is a substrate for use as provided  
5 herein.

DSP-2 polypeptide variants may be tested for DSP-2 activity using any suitable assay for MAP-kinase phosphatase activity. Such assays may be performed *in vitro* or within a cell-based assay. For example, a MAP-kinase may be obtained in inactive form from Upstate Biotechnology (Lake Placid, NY; catalog number 14-198), for use as a DSP-2  
10 substrate as provided herein. Phosphorylation of the MAP-kinase can be performed using well known techniques (such as those described by Zheng and Guan, *J. Biol. Chem.* 268:16116-16119, 1993) using the MAP-kinase kinase MEK-1 (available from Upstate Biotechnology; cat. no. 14-206).

For example, [<sup>32</sup>P]-radiolabeled substrate (*e.g.*, MAP-kinase) may be used for  
15 the kinase reaction, resulting in radiolabeled, activated MAP-kinase. A DSP-2 polypeptide may then be tested for the ability to dephosphorylate an activated MAP-kinase by contacting the DSP-2 polypeptide with the MAP-kinase under suitable conditions (*e.g.*, Tris, pH 7.5, 1 mM EDTA, 1 mM dithiothreitol, 1 mg/mL bovine serum albumin for 10 minutes at 30°C; or as described by Zheng and Guan, *J. Biol. Chem.* 268:16116-16119, 1993).  
20 Dephosphorylation of the MAP-kinase may be detected using any of a variety of assays, such as a coupled kinase assay (evaluating phosphorylation of a MAP-kinase substrate using any assay generally known in the art) or directly, based on (1) the loss of radioactive phosphate groups (*e.g.*, by gel electrophoresis, followed by autoradiography); (2) the shift in electrophoretic mobility following dephosphorylation; (3) the loss of reactivity with an  
25 antibody specific for phosphotyrosine or phosphothreonine; or (4) a phosphoamino acid analysis of the MAP-kinase. Certain assays may generally be performed as described by Ward et al., *Nature* 367:651-654, 1994 or Alessi et al., *Oncogene* 8:2015-2020, 1993. In general, contact of 500 pg - 50 ng of DSP-2 polypeptide with 100ng - 100 µg activated MAP-kinase should result in a detectable dephosphorylation of the MAP-kinase, typically within  
30 20-30 minutes. Within certain embodiments, 0.01 - 10 units/mL (preferably about 0.1

units/mL, where a unit is an amount sufficient to dephosphorylate 1 nmol substrate per minute) DSP-2 polypeptide may be contacted with 0.1 - 10  $\mu$ M (preferably about 1  $\mu$ M) activated MAP-kinase to produce a detectable dephosphorylation of a MAP-kinase. Preferably, a DSP-2 polypeptide results in a dephosphorylation of a MAP-kinase or a phosphorylated substrate (such as a tyrosine- and/or serine-phosphorylated peptide) that is at least as great as the dephosphorylation observed in the presence of a comparable amount of native human DSP-2. It will be apparent that other substrates identified using a substrate trapping mutant as described herein may be substituted for the MAP-kinase within such assays.

#### ANTIBODIES AND ANTIGEN-BINDING FRAGMENTS

Also contemplated by the present invention are peptides, polypeptides and other non-peptide molecules that specifically bind to DSP-2. As used herein, a molecule is said to "specifically bind" to DSP-2 if it reacts at a detectable level with DSP-2, and does not react detectably with peptides containing an unrelated sequence or a sequence of a different dual-specificity phosphatase. Such binding properties may generally be assessed using an enzyme-linked immunosorbent assay (ELISA) or the like, which may be readily performed by those having ordinary skill in the art. Preferred binding molecules include antibodies (which may be, for example, polyclonal, monoclonal, single chain, chimeric, anti-idiotypic or CDR-grafted). Certain preferred antibodies are those antibodies that inhibit or block DSP-2 activity within an *in vitro* assay, as described herein.

Antibodies may generally be prepared by any of a variety of techniques using isolated native or recombinant DSP-2 protein as antigen. Such techniques are known to those having ordinary skill in the art (*see, e.g., Harlow and Lane, Antibodies: A Laboratory Manual*, Cold Spring Harbor Laboratory, 1988). In one such technique, an immunogen comprising a DSP-2 polypeptide is initially injected into a suitable animal (*e.g., mice, rats, rabbits, sheep and goats*), preferably according to a predetermined schedule incorporating one or more booster immunizations, and the animals are bled periodically. Polyclonal antibodies specific for the polypeptide may then be purified from such antisera by, for example, affinity chromatography using the polypeptide coupled to a suitable solid support.

Monoclonal antibodies specific for DSP-2 or a variant thereof may be prepared, for example, using the technique of Kohler and Milstein, *Eur. J. Immunol.* 6:511-519, 1976, and improvements thereto. Briefly, these methods involve the preparation of immortal cell lines capable of producing antibodies having the desired specificity (*i.e.*, reactivity with the polypeptide of interest). Such cell lines may be produced, for example, from spleen cells obtained from an animal immunized as described above. The spleen cells are then immortalized by, for example, fusion with a myeloma cell fusion partner, preferably one that is syngeneic with the immunized animal. For example, the spleen cells and myeloma cells may be combined with a nonionic detergent for a few minutes and then plated at low density on a selective medium that supports the growth of hybrid cells, but not myeloma cells. A preferred selection technique uses HAT (hypoxanthine, aminopterin, thymidine) selection. After a sufficient time, usually about 1 to 2 weeks, colonies of hybrids are observed. Single colonies are selected and tested for binding activity against the polypeptide. Hybridomas having high reactivity and specificity are preferred. Hybridomas that generate monoclonal antibodies that specifically binds to DSP-2 are contemplated by the present invention.

Monoclonal antibodies may be isolated from the supernatants of growing hybridoma colonies. In addition, various techniques may be employed to enhance the yield, such as injection of the hybridoma cell line into the peritoneal cavity of a suitable vertebrate host, such as a mouse. Monoclonal antibodies may then be harvested from the ascites fluid or the blood. Contaminants may be removed from the antibodies by conventional techniques, such as chromatography, gel filtration, precipitation, and extraction.

Within certain embodiments, the use of antigen-binding fragments of antibodies may be preferred. Such fragments include Fab fragments, which may be prepared using standard techniques (*e.g.*, by digestion with papain to yield Fab and Fc fragments). The Fab and Fc fragments may be separated by affinity chromatography (*e.g.*, on protein A bead columns), using standard techniques.

Polyclonal and monoclonal antibodies may be used for the affinity isolation of DSP-2 polypeptides. Techniques for affinity purification of a polypeptide are well known in the art (*see, e.g.*, Hermanson, G.T. et al., "Immobilized Affinity Ligand Techniques,"

Academic Press, Inc. (New York, 1992)). Briefly, an antibody or antigen-binding fragment thereof may be immobilized on a solid support material, which is then contacted with a sample comprising the polypeptide of interest. Following separation from the remainder of the sample, the polypeptide is then released from the immobilized antibody.

5

#### METHODS FOR DETECTING DSP-2 EXPRESSION

Certain aspects of the present invention provide methods that employ antibodies raised against DSP-2, or hybridizing polynucleotides, for diagnostic and assay purposes. Certain assays involve using an antibody or other agent to detect the presence or  
10 absence of DSP-2, or proteolytic fragments thereof. Alternatively, nucleic acid encoding DSP-2 may be detected, using standard hybridization and/or PCR techniques. Suitable probes and primers may be designed by those having ordinary skill in the art based on the DSP-2 cDNA sequence provided herein. Assays may generally be performed using any of a variety of samples obtained from a biological source, such as eukaryotic cells, bacteria,  
15 viruses, extracts prepared from such organisms and fluids found within living organisms. Biological samples that may be obtained from a patient include blood samples, biopsy specimens, tissue explants, organ cultures and other tissue or cell preparations. A patient or biological source may be a human or non-human animal, a primary cell culture or culture adapted cell line including but not limited to genetically engineered cell lines that may  
20 contain chromosomally integrated or episomal recombinant nucleic acid sequences, immortalized or immortalizable cell lines, somatic cell hybrid cell lines, differentiated or differentiable cell lines, transformed cell lines and the like. In certain preferred embodiments the patient or biological source is a human, and in certain preferred embodiments the biological source is a non-human animal that is a mammal, for example, a  
25 rodent (*e.g.*, mouse, rat, hamster, etc.), an ungulate (*e.g.*, bovine) or a non-human primate. In certain other preferred embodiments of the invention, a patient may be suspected of having or being at risk for having a disease associated with altered cellular signal transduction, or may be known to be free of a risk for or presence of such as disease.

To detect DSP-2 protein, the reagent is typically an antibody, which may be  
30 prepared as described below. There are a variety of assay formats known to those having

ordinary skill in the art for using an antibody to detect a polypeptide in a sample. *See, e.g.,* Harlow and Lane, *Antibodies: A Laboratory Manual*, Cold Spring Harbor Laboratory, 1988. For example, the assay may be performed in a Western blot format, wherein a protein preparation from the biological sample is resolved by gel electrophoresis, transferred to a suitable membrane and allowed to react with the antibody. The presence of the antibody on the membrane may then be detected using a suitable detection reagent, as described below.

In another embodiment, the assay involves the use of antibody immobilized on a solid support to bind to the target DSP-2 and remove it from the remainder of the sample. The bound DSP-2 may then be detected using a second antibody or reagent that contains a reporter group. Alternatively, a competitive assay may be utilized, in which a DSP-2 polypeptide is labeled with a reporter group and allowed to bind to the immobilized antibody after incubation of the antibody with the sample. The extent to which components of the sample inhibit the binding of the labeled polypeptide to the antibody is indicative of the reactivity of the sample with the immobilized antibody, and as a result, indicative of the level of DSP-2 in the sample.

The solid support may be any material known to those having ordinary skill in the art to which the antibody may be attached, such as a test well in a microtiter plate, a nitrocellulose filter or another suitable membrane. Alternatively, the support may be a bead or disc, such as glass, fiberglass, latex or a plastic such as polystyrene or polyvinylchloride. The antibody may be immobilized on the solid support using a variety of techniques known to those in the art, which are amply described in the patent and scientific literature.

In certain embodiments, the assay for detection of DSP-2 in a sample is a two-antibody sandwich assay. This assay may be performed by first contacting an antibody that has been immobilized on a solid support, commonly the well of a microtiter plate, with the biological sample, such that DSP-2 within the sample is allowed to bind to the immobilized antibody (a 30 minute incubation time at room temperature is generally sufficient). Unbound sample is then removed from the immobilized DSP-2/antibody complexes and a second antibody (containing a reporter group such as an enzyme, dye, radionuclide, luminescent group, fluorescent group or biotin) capable of binding to a different site on the DSP-2 is added. The amount of second antibody that remains bound to the solid support is then

determined using a method appropriate for the specific reporter group. For radioactive groups, scintillation counting or autoradiographic methods are generally appropriate. Spectroscopic methods may be used to detect dyes, luminescent groups and fluorescent groups. Biotin may be detected using avidin, coupled to a different reporter group  
5 (commonly a radioactive or fluorescent group or an enzyme). Enzyme reporter groups may generally be detected by the addition of substrate (generally for a specific period of time), followed by spectroscopic or other analysis of the reaction products. Standards and standard additions may be used to determine the level of DSP-2 in a sample, using well known techniques.

10 In a related aspect of the present invention, kits for detecting DSP-2 and DSP-2 phosphatase activity are provided. Such kits may be designed for detecting the level of DSP-2 or nucleic acid encoding DSP-2, or may detect phosphatase activity of DSP-2 in a direct phosphatase assay or a coupled phosphatase assay. In general, the kits of the present invention comprise one or more containers enclosing elements, such as reagents or buffers, to  
15 be used in the assay.

A kit for detecting the level of DSP-2, or nucleic acid encoding DSP-2, typically contains a reagent that binds to the DSP-2 protein, DNA or RNA. To detect nucleic acid encoding DSP-2, the reagent may be a nucleic acid probe or a PCR primer. To detect DSP-2 protein, the reagent is typically an antibody. Such kits also contain a reporter group  
20 suitable for direct or indirect detection of the reagent (*i.e.*, the reporter group may be covalently bound to the reagent or may be bound to a second molecule, such as Protein A, Protein G, immunoglobulin or lectin, which is itself capable of binding to the reagent). Suitable reporter groups include, but are not limited to, enzymes (*e.g.*, horseradish peroxidase), substrates, cofactors, inhibitors, dyes, radionuclides, luminescent groups,  
25 fluorescent groups and biotin. Such reporter groups may be used to directly or indirectly detect binding of the reagent to a sample component using standard methods known to those having ordinary skill in the art.

Kits for detecting DSP-2 activity typically comprise a DSP-2 substrate in combination with a suitable buffer. DSP-2 activity may be specifically detected by  
30 performing an immunoprecipitation step with a DSP-2-specific antibody prior to performing



a phosphatase assay as described above. Other reagents for use in detecting dephosphorylation of substrate may also be provided.

Within certain diagnostic assays, a proliferative disorder may be detected in a patient or another biological source organism as provided herein, based on the presence of an altered DSP-2 or an altered level of DSP-2 expression. For example, an antibody may distinguish between a wild-type DSP-2 and an altered DSP-2 having a variation in amino acid sequence. Such a variation may be indicative of the presence of a proliferative disorder, or of susceptibility to such a disorder. Hybridization and amplification techniques may be similarly used to detect modified DSP-2 sequences.

#### METHODS FOR IDENTIFYING MODULATORS OF DSP-2 ACTIVITY

In one aspect of the present invention, DSP-2 polypeptides may be used to identify agents that modulate DSP-2 activity. Such agents may inhibit or enhance signal transduction via a MAP-kinase cascade, leading to cell proliferation. An agent that modulates DSP-2 activity may alter expression and/or stability of DSP-2, DSP-2 protein activity and/or the ability of DSP-2 to dephosphorylate a substrate. Agents that may be screened within such assays include, but are not limited to, antibodies and antigen-binding fragments thereof, competing substrates or peptides that represent, for example, a catalytic site or a dual phosphorylation motif, antisense polynucleotides and ribozymes that interfere with transcription and/or translation of DSP-2 and other natural and synthetic molecules, for example small molecule inhibitors, that bind to and inactivate DSP-2.

Candidate agents for use in a method of screening for a modulator of DSP-2 according to the present invention may be provided as "libraries" or collections of compounds, compositions or molecules. Such molecules typically include compounds known in the art as "small molecules" and having molecular weights less than  $10^5$  daltons, preferably less than  $10^4$  daltons and still more preferably less than  $10^3$  daltons. For example, members of a library of test compounds can be administered to a plurality of samples, each containing at least one DSP-2 polypeptide as provided herein, and then assayed for their ability to enhance or inhibit DSP-2-mediated dephosphorylation of, or binding to, a substrate. Compounds so identified as capable of influencing DSP-2 function (e.g., phosphotyrosine

and/or phosphoserine/threonine dephosphorylation) are valuable for therapeutic and/or diagnostic purposes, since they permit treatment and/or detection of diseases associated with DSP-2 activity. Such compounds are also valuable in research directed to molecular signaling mechanisms that involve DSP-2, and to refinements in the discovery and development of future DSP-2 compounds exhibiting greater specificity.

Candidate agents further may be provided as members of a combinatorial library, which preferably includes synthetic agents prepared according to a plurality of predetermined chemical reactions performed in a plurality of reaction vessels. For example, various starting compounds may be prepared employing one or more of solid-phase synthesis, recorded random mix methodologies and recorded reaction split techniques that permit a given constituent to traceably undergo a plurality of permutations and/or combinations of reaction conditions. The resulting products comprise a library that can be screened followed by iterative selection and synthesis procedures, such as a synthetic combinatorial library of peptides (see *e.g.*, PCT/US91/08694, PCT/US91/04666, which are hereby incorporated by reference in their entireties) or other compositions that may include small molecules as provided herein (see *e.g.*, PCT/US94/08542, EP 0774464, U.S. 5,798,035, U.S. 5,789,172, U.S. 5,751,629, which are hereby incorporated by reference in their entireties). Those having ordinary skill in the art will appreciate that a diverse assortment of such libraries may be prepared according to established procedures, and tested using DSP-2 according to the present disclosure.

In certain embodiments, modulating agents may be identified by combining a candidate agent with a DSP-2 polypeptide or a polynucleotide encoding such a polypeptide, *in vitro* or *in vivo*, and evaluating the effect of the candidate agent on the DSP-2 phosphatase activity using, for example, a representative assay described herein. An increase or decrease in phosphatase activity can be measured by performing a representative assay provided herein in the presence and absence of a candidate agent. Briefly, a candidate agent may be included in a mixture of active DSP-2 polypeptide and substrate (*e.g.*, a phosphorylated MAP-kinase), with or without pre-incubation with one or more components of the mixture. In general, a suitable amount of antibody or other agent for use in such an assay ranges from about 0.01  $\mu\text{M}$  to about 100  $\mu\text{M}$ . The effect of the agent on DSP-2 activity may then be evaluated by

quantifying the loss of phosphate from the substrate, and comparing the loss with that achieved using DSP-2 without the addition of a candidate agent. Alternatively, a coupled kinase assay may be used, in which DSP-2 activity is indirectly measured based on MAP-kinase activity.

5                   Alternatively, a polynucleotide comprising a DSP-2 promoter operably linked to a DSP-2 coding region or reporter gene may be used to evaluate the effect of a test compound on DSP-2 transcription. Such assays may be performed in cells that express DSP-2 endogenously (*e.g.*, human or other mammalian thymus cells or immune system cells) or in cells transfected with an expression vector comprising a DSP-2 promoter linked to a reporter  
10                   gene. The effect of a test compound may then be evaluated by assaying the effect on transcription of DSP-2 or the reporter using, for example, a Northern blot analysis or a suitable reporter activity assay.

DSP-2 activity may also be measured in whole cells transfected with a reporter gene whose expression is dependent upon the activation of an appropriate substrate. For  
15                   example, appropriate cells (*i.e.*, cells that express DSP-2) may be transfected with a substrate-dependent promoter linked to a reporter gene. In such a system, expression of the reporter gene (which may be readily detected using methods well known to those of ordinary skill in the art) depends upon activation of substrate. Dephosphorylation of substrate may be detected based on a decrease in reporter activity. Candidate modulating agents may be added  
20                   to such a system, as described above, to evaluate their effect on DSP-2 activity.

The present invention further provides methods for identifying a molecule that interacts with, or binds to, DSP-2. Such a molecule generally associates with DSP-2 with an affinity constant ( $K_a$ ) of at least  $10^4$ , preferably at least  $10^5$ , more preferably at least  $10^6$ , still more preferably at least  $10^7$  and most preferably at least  $10^8$ . Affinity constants may be  
25                   determined using well known techniques. Methods for identifying interacting molecules may be used, for example, as initial screens for modulating agents, or to identify factors that are involved in the *in vivo* DSP-2 activity. Techniques for substrate trapping, for example using DSP-2 variants or substrate trapping mutants as described above, are also contemplated according to certain embodiments provided herein. In addition to standard binding assays,  
30                   there are many other techniques that are well known for identifying interacting molecules,

including yeast two-hybrid screens, phage display and affinity techniques. Such techniques may be performed using routine protocols, which are well known to those having ordinary skill in the art (*see, e.g.,* Bartel et al., In *Cellular Interactions in Development: A Practical Approach*, D.A. Harley, ed., Oxford University Press (Oxford, UK), pp. 153-179, 1993).

5 Within these and other techniques, candidate interacting proteins (*e.g.,* putative DSP-2 substrates) may be phosphorylated prior to assaying for the presence of DSP-2 binding or interacting proteins.

Within other aspects, the present invention provides animal models in which an animal either does not express a functional DSP-2, or expresses an altered DSP-2. Such  
10 animals may be generated using standard homologous recombination strategies. Animal models generated in this manner may be used to study activities of DSP-2 polypeptides and modulating agents *in vivo*.

#### METHODS FOR DEPHOSPHORYLATING A SUBSTRATE

15 In another aspect of the present invention, a DSP-2 polypeptide may be used for dephosphorylating a substrate of DSP-2 as provided herein. In one embodiment, a substrate may be dephosphorylated *in vitro* by incubating a DSP-2 polypeptide with a substrate in a suitable buffer (*e.g.,* Tris, pH 7.5, 1 mM EDTA, 1 mM dithiothreitol, 1 mg/mL bovine serum albumin) for 10 minutes at 30°C. Any compound that can be dephosphorylated  
20 by DSP-2, such as a MAP-kinase, may be used as a substrate. In general, the amounts of the reaction components may range from about 50 pg to about 50 ng of DSP-2 polypeptide and from about 10 ng to about 10 µg of substrate. Dephosphorylated substrate may then be purified, for example, by affinity techniques and/or gel electrophoresis. The extent of substrate dephosphorylation may generally be monitored by adding [ $\gamma$ -<sup>32</sup>P]labeled substrate to  
25 a test aliquot, and evaluating the level of substrate dephosphorylation as described herein.

#### METHODS FOR MODULATING CELLULAR RESPONSES

Modulating agents may be used to modulate, modify or otherwise alter (*e.g.,* increase or decrease) cellular responses such as cell proliferation, differentiation and survival.  
30 in a variety of contexts, both *in vivo* and *in vitro*. In general, to so modulate (*e.g.,* increase or

decrease) such a response, a cell is contacted with an agent that modulates DSP-2 activity, under conditions and for a time sufficient to permit modulation of DSP-2 activity. Agents that modulate a cellular response may function in any of a variety of ways. For example, an agent may modulate a pattern of gene expression (*i.e.*, may enhance or inhibit expression of a family of genes or genes that are expressed in a coordinated fashion). A variety of hybridization and amplification techniques are available for evaluating patterns of gene expression. Alternatively, or in addition, an agent may effect apoptosis or necrosis of the cell, and/or may modulate the functioning of the cell cycle within the cell. (See, *e.g.*, Ashkenazi et al., 1998 *Science*, 281:1305; Thornberry et al., 1998 *Science* 281:1312; Evan et al., 1998 *Science* 281:1317; Adams et al., 1998 *Science* 281:1322; and references cited therein.)

Cells treated as described above may exhibit standard characteristics of cells having altered proliferation, differentiation or survival properties. In addition, such cells may (but need not) display alterations in other detectable properties, such as contact inhibition of cell growth, anchorage independent growth or altered intercellular adhesion. Such properties may be readily detected using techniques with which those having ordinary skill in the art will be familiar.

#### THERAPEUTIC METHODS

One or more DSP-2 polypeptides, modulating agents and/or polynucleotides encoding such polypeptides and/or modulating agents may also be used to modulate DSP-2 activity in a patient. As used herein, a "patient" may be any mammal, including a human, and may be afflicted with a condition associated with DSP-2 activity or may be free of detectable disease. Accordingly, the treatment may be of an existing disease or may be prophylactic. Conditions associated with DSP-2 activity include any disorder associated with cell proliferation, including cancer, graft-versus-host disease (GVHD), autoimmune diseases, allergy or other conditions in which immunosuppression may be involved, metabolic diseases, abnormal cell growth or proliferation and cell cycle abnormalities. Certain such disorders involve loss of normal MAP-kinase phosphatase activity, leading to uncontrolled cell growth. DSP-2 polypeptides, and polynucleotides encoding such polypeptides, can be

used to ameliorate such disorders. Activators of DSP-2 may also inhibit rejection of transplanted organs or grafts. For such applications, an activator of DSP-2 is preferably administered to the site of transplantation or graft.

For administration to a patient, one or more polypeptides, polynucleotides  
5 and/or modulating agents are generally formulated as a pharmaceutical composition. A pharmaceutical composition may be a sterile aqueous or non-aqueous solution, suspension or emulsion, which additionally comprises a physiologically acceptable carrier (*i.e.*, a non-toxic material that does not interfere with the activity of the active ingredient). Such compositions may be in the form of a solid, liquid or gas (aerosol). Alternatively, compositions of the  
10 present invention may be formulated as a lyophilizate or compounds may be encapsulated within liposomes using well known technology. Pharmaceutical compositions within the scope of the present invention may also contain other components, which may be biologically active or inactive. Such components include, but are not limited to, buffers (*e.g.*, neutral buffered saline or phosphate buffered saline), carbohydrates (*e.g.*, glucose, mannose, sucrose  
15 or dextrans), mannitol, proteins, polypeptides or amino acids such as glycine, antioxidants, chelating agents such as EDTA or glutathione, stabilizers, dyes, flavoring agents, and suspending agents and/or preservatives.

Any suitable carrier known to those of ordinary skill in the art may be employed in the pharmaceutical compositions of the present invention. Carriers for  
20 therapeutic use are well known, and are described, for example, in *Remingtons Pharmaceutical Sciences*, Mack Publishing Co. (A.R. Gennaro ed. 1985). In general, the type of carrier is selected based on the mode of administration. Pharmaceutical compositions may be formulated for any appropriate manner of administration, including, for example, topical, oral, nasal, intrathecal, rectal, vaginal, sublingual or parenteral administration,  
25 including subcutaneous, intravenous, intramuscular, intrasternal, intracavernous, intrameatal or intraurethral injection or infusion. For parenteral administration, the carrier preferably comprises water, saline, alcohol, a fat, a wax or a buffer. For oral administration, any of the above carriers or a solid carrier, such as mannitol, lactose, starch, magnesium stearate, sodium saccharine, talcum, cellulose, kaolin, glycerin, starch dextrins, sodium alginate,

carboxymethylcellulose, ethyl cellulose, glucose, sucrose and/or magnesium carbonate, may be employed.

A pharmaceutical composition (*e.g.*, for oral administration or delivery by injection) may be in the form of a liquid (*e.g.*, an elixir, syrup, solution, emulsion or suspension). A liquid pharmaceutical composition may include, for example, one or more of the following: sterile diluents such as water for injection, saline solution, preferably physiological saline, Ringer's solution, isotonic sodium chloride, fixed oils such as synthetic mono or diglycerides which may serve as the solvent or suspending medium, polyethylene glycols, glycerin, propylene glycol or other solvents; antibacterial agents such as benzyl alcohol or methyl paraben; antioxidants such as ascorbic acid or sodium bisulfite; chelating agents such as ethylenediaminetetraacetic acid; buffers such as acetates, citrates or phosphates and agents for the adjustment of tonicity such as sodium chloride or dextrose. A parenteral preparation can be enclosed in ampoules, disposable syringes or multiple dose vials made of glass or plastic. The use of physiological saline is preferred, and an injectable pharmaceutical composition is preferably sterile.

The compositions described herein may be formulated for sustained release (*i.e.*, a formulation such as a capsule or sponge that effects a slow release of compound following administration). Such compositions may generally be prepared using well known technology and administered by, for example, oral, rectal or subcutaneous implantation, or by implantation at the desired target site. Sustained-release formulations may contain an agent dispersed in a carrier matrix and/or contained within a reservoir surrounded by a rate controlling membrane. Carriers for use within such formulations are biocompatible, and may also be biodegradable; preferably the formulation provides a relatively constant level of active component release. The amount of active compound contained within a sustained release formulation depends upon the site of implantation, the rate and expected duration of release and the nature of the condition to be treated or prevented.

For pharmaceutical compositions comprising a polynucleotide encoding a DSP-2 polypeptide and/or modulating agent (such that the polypeptide and/or modulating agent is generated *in situ*), the polynucleotide may be present within any of a variety of delivery systems known to those of ordinary skill in the art, including nucleic acid, and

bacterial, viral and mammalian expression systems. Techniques for incorporating DNA into such expression systems are well known to those of ordinary skill in the art. The DNA may also be "naked," as described, for example, in Ulmer et al., *Science* 259:1745-1749, 1993 and reviewed by Cohen, *Science* 259:1691-1692, 1993. The uptake of naked DNA may be increased by coating the DNA onto biodegradable beads, which are efficiently transported into the cells.

Within a pharmaceutical composition, a DSP-2 polypeptide, polynucleotide or modulating agent may be linked to any of a variety of compounds. For example, such an agent may be linked to a targeting moiety (*e.g.*, a monoclonal or polyclonal antibody, a protein or a liposome) that facilitates the delivery of the agent to the target site. As used herein, a "targeting moiety" may be any substance (such as a compound or cell) that, when linked to an agent enhances the transport of the agent to a target cell or tissue, thereby increasing the local concentration of the agent. Targeting moieties include antibodies or fragments thereof, receptors, ligands and other molecules that bind to cells of, or in the vicinity of, the target tissue. An antibody targeting agent may be an intact (whole) molecule, a fragment thereof, or a functional equivalent thereof. Examples of antibody fragments are F(ab')<sub>2</sub>, -Fab', Fab and F[v] fragments, which may be produced by conventional methods or by genetic or protein engineering. Linkage is generally covalent and may be achieved by, for example, direct condensation or other reactions, or by way of bi- or multi-functional linkers. Targeting moieties may be selected based on the cell(s) or tissue(s) toward which the agent is expected to exert a therapeutic benefit.

Pharmaceutical compositions may be administered in a manner appropriate to the disease to be treated (or prevented). An appropriate dosage and a suitable duration and frequency of administration will be determined by such factors as the condition of the patient, the type and severity of the patient's disease, the particular form of the active ingredient and the method of administration. In general, an appropriate dosage and treatment regimen provides the agent(s) in an amount sufficient to provide therapeutic and/or prophylactic benefit (*e.g.*, an improved clinical outcome, such as more frequent complete or partial remissions, or longer disease-free and/or overall survival). For prophylactic use, a dose



should be sufficient to prevent, delay the onset of or diminish the severity of a disease associated with cell proliferation.

Optimal dosages may generally be determined using experimental models and/or clinical trials. In general, the amount of polypeptide present in a dose, or produced *in situ* by DNA present in a dose, ranges from about 0.01  $\mu\text{g}$  to about 100  $\mu\text{g}$  per kg of host, typically from about 0.1  $\mu\text{g}$  to about 10  $\mu\text{g}$ . The use of the minimum dosage that is sufficient to provide effective therapy is usually preferred. Patients may generally be monitored for therapeutic or prophylactic effectiveness using assays suitable for the condition being treated or prevented, which will be familiar to those having ordinary skill in the art. Suitable dose sizes will vary with the size of the patient, but will typically range from about 10 mL to about 500 mL for 10-60 kg animal.

The following Examples are offered by way of illustration and not by way of limitation.

## EXAMPLES

## EXAMPLE 1

## CLONING AND SEQUENCING cDNA ENCODING DSP-2

5 This Example illustrates the cloning of a cDNA molecule encoding human DSP-2.

A conserved sequence motif surrounding the active site domain of dual-specificity phosphatases was identified as follows: Dual specificity phosphatases belong to  
10 the larger family of protein tyrosine phosphatases (PTPs) that share a conserved catalytic domain containing a cysteine residue situated N-terminal to a stretch of five variable amino acids followed by an arginine residue (Fauman et al., *Trends In Bioch. Sci.* 21:413-417, 1996). DSPs typically contain a PTP active site motif but lack sequence homology to PTPs in other regions (Jia, *Biochem. and Cell Biol.* 75:17-26, 1997). There is, however, no  
15 reported consensus sequence that is conserved among DSPs, nor is a consensus region apparent from examination of the known DSP sequences such as those referred to above. To derive a longer consensus DSP amino acid sequence motif that would be useful for the identification of new DSP family members, multiple known human dual-specificity phosphatases sequences were aligned and compared. An alignment of eight amino acid  
20 sequences derived from eight human DSPs having MAP-kinase phosphatase activity yielded a conserved homology region consisting of a 23-amino acid peptide sequence containing the PTP active site signature motif. Thus, a candidate peptide having the sequence:

GRVLVHCQAGISRSGTNILAYLM

SEQ ID NO:4

25 was used to search the Expressed Sequence Tag database (Nat. Center for Biol. Information, [www.ncbi.nlm.nih.gov/dbEST](http://www.ncbi.nlm.nih.gov/dbEST)). The search employed an algorithm (tblastn) capable of reverse translation of the candidate peptide with iterations allowing for genetic code degeneracy within default parameters. The search results identified the EST  
30 AA915932, as well as AA926744, AA527292, AI215158 and AA356476, as candidate MAP-

kinase phosphatases. The ESTs did not include a complete coding region of an expressed gene such as a gene encoding a DSP-2 having MAP-kinase phosphatase activity, nor were the sense strand and open reading frame identified.

To obtain a full length coding region, human thymus cDNA was screened in 5' and 3' RACE (rapid amplification of cDNA ends) reactions as described (Frohman et al., *Proc. Nat. Acad. Sci. USA* 85:8998, 1988; Ohara et al., *Proc. Nat. Acad. Sci. USA* 86:5673, 1989; Loh et al., *Science* 243:217, 1989) using 5'/3' RACE kits (Boehringer Mannheim, Indianapolis, IN) according to the supplier's instructions. Sequence information immediately adjacent to the active site domain was used in the 5' and 3' RACE reactions with human thymus cDNA, using the following primers (SEQ ID NOS:5 to 9):

DSP2-SP1: 5'--CCA CTG GGG AAC TGA CCA TGT--3' SEQ ID NO:5

DSP2-SP2: 5'—GTA GGC GAG GCA CAG GGC AG—3' SEQ ID NO:6

DSP2-SP3: 5'—CCT GCT TCA TCT CCA CGC TG—3' SEQ ID NO:7

DSP2-SP5: 5'—CCT GTG GCT GAC TCC CCT AAC TC—3' SEQ ID NO:8

DSP2-SP6: 5'—CAG CGT GGA GAT GAA GCA GG—3' SEQ ID NO:9

A cDNA (Figure 1; SEQ ID NO:1) encoding a protein of 188 amino acids (Figure 2; SEQ ID NO:2) was identified as DSP-2. This sequence has significant homology to other MAP-kinase phosphatases (Figure 3). The identified cDNA contains the 564 base pair coding region, as well as associated 5' and 3' untranslated sequences. The active site domain for DSP-2 was localized to the region encoded by nucleotides beginning at position 102 of SEQ ID NO:1.

Semiquantitative RT-PCR analyses were performed. These analyses showed significantly higher levels of DSP-2 mRNA in tissues of the immune system.

## EXAMPLE 2

## DSP-2 EXPRESSION IN HUMAN TISSUES

In this example, a DSP-2 encoding nucleic acid sequence is shown to hybridize to human polyA+ RNA from various tissue sources. Full length DSP-2 encoding cDNA (SEQ ID NO:1) was <sup>32</sup>P-labeled by the random primer method as described in Ausubel et al. (1998 *Current Protocols in Molecular Biology*, Greene Publ. Assoc. Inc. & John Wiley & Sons, Inc., Boston, MA) for use as a nucleic acid hybridization probe. The probe was hybridized to blots containing human polyA+ RNA derived from multiple human tissues, normalized for the amount of detectable  $\beta$ -actin mRNA (Fig. 4, Cat. No. 7759-1; Clontech, Inc., Palo Alto, CA). Blots underwent prehybridization for 30 min at 68°C in Express Hyb™ solution (Clontech), and then were hybridized with the labeled probe for 1 hour at 68°C in Express Hyb™ solution. The blots were next washed for 40 min at room temperature in 2X SSC, 0.05% SDS, followed by a second wash for 40 min at 50°C in 0.1X SSC, 0.1% SDS. Blots were air-dried and then exposed to Hyperfilm MP™ autoradiographic film (Amersham Life Sciences, Arlington Hts, IL) overnight. Results are shown in Figure 4, in which the human tissue sources for the RNAs were as follows: Lane 1, spleen; lane 2, thymus; lane 3, prostate; lane 4, testis; lane 5, ovary; lane 6, small intestine; lane 7, colon; lane 8, peripheral blood leukocyte. Particularly pronounced DSP-2 expression was detected in human testis.

From the foregoing, it will be appreciated that, although specific embodiments of the invention have been described herein for the purpose of illustration, various modifications may be made without deviating from the spirit and scope of the invention. Accordingly, the present invention is not limited except as by the appended claims.

Claims

1. An isolated polypeptide having the sequence of DSP-2 recited in SEQ ID NO:2, or a variant thereof that differs in one or more amino acid deletions, additions, insertions or substitutions at no more than 50% of the residues in SEQ ID NO:2, such that the polypeptide retains the ability to dephosphorylate an activated MAP-kinase.
2. An isolated polynucleotide that encodes at least ten consecutive amino acids of a polypeptide having a sequence corresponding to SEQ ID NO:2.
3. An isolated polynucleotide that encodes at least fifteen consecutive amino acids of a polypeptide having a sequence corresponding to SEQ ID NO:2.
4. An expression vector comprising a polynucleotide according to claim 2 or 3.
5. A host cell transformed or transfected with an expression vector according to claim 4.
6. An isolated polynucleotide that encodes a polypeptide according to claim 1.
7. A polynucleotide according to claim 6, comprising the sequence recited in SEQ ID NO:1.
8. An expression vector comprising a polynucleotide according to claim 6.
9. A host cell transformed or transfected with an expression vector according to claim 8.

10. An antisense polynucleotide comprising at least 15 consecutive nucleotides complementary to a polynucleotide according to claim 6.
11. An isolated polynucleotide that detectably hybridizes to the complement of the sequence recited in SEQ ID NO:1 under conditions that include a wash in 0.1X SSC and 0.1% SDS at 50 °C for at least 15 minutes.
12. An expression vector comprising a polynucleotide according to claim 10 or claim 11.
13. A host cell transformed or transfected with an expression vector according to claim 12.
14. A method of producing a DSP-2 polypeptide, comprising the steps of:
  - (a) culturing a host cell according to claim 9 under conditions that permit expression of the DSP-2 polypeptide; and
  - (b) isolating DSP-2 polypeptide from the host cell culture.
15. An isolated antibody, or antigen binding fragment thereof, that specifically binds to a DSP-2 polypeptide having the sequence of SEQ ID NO:2.
16. An antibody or fragment thereof according to claim 15, wherein the antibody is a monoclonal antibody.
17. A pharmaceutical composition comprising an antibody or fragment thereof according to claim 15 in combination with a physiologically acceptable carrier.
18. A method for detecting DSP-2 expression in a sample, comprising:

(a) contacting a sample with an antibody or an antigen-binding fragment thereof according to claim 15, under conditions and for a time sufficient to allow formation of an antibody/DSP-2 complex; and

(b) detecting the level of antibody/DSP-2 complex, and therefrom detecting the presence of DSP-2 in a sample.

19. A method according to claim 18, wherein the antibody is linked to a support material.

20. A method according to claim 18, wherein the antibody is linked to a detectable marker.

21. A method according to claim 18, wherein the sample is a biological sample obtained from a patient.

22. A method for detecting DSP-2 expression in a sample, comprising:

(a) contacting a sample with an antisense polynucleotide according to claim 10 or claim 11; and

(b) detecting in the sample an amount of DSP-2 polynucleotide that hybridizes to the antisense polynucleotide, and therefrom detecting DSP-2 expression in the sample.

23. A method according to claim 22, wherein the amount of DSP-2 polynucleotide that hybridizes to the antisense polynucleotide is determined using polymerase chain reaction.

24. A method according to claim 22, wherein the amount of DSP-2 polynucleotide that hybridizes to the antisense polynucleotide is determined using a hybridization assay.

25. A method according to claim 22, wherein the sample comprises an RNA or cDNA preparation.

26. A method for screening for an agent that modulates DSP-2 activity, comprising the steps of:

(a) contacting a candidate agent with a polypeptide according to claim 1, under conditions and for a time sufficient to permit interaction between the polypeptide and candidate agent; and

(b) subsequently evaluating the ability of the polypeptide to dephosphorylate a DSP-2 substrate, relative to a predetermined ability of the polypeptide to dephosphorylate the DSP-2 substrate in the absence of candidate agent;

and therefrom identifying an agent that modulates DSP-2 activity.

27. A method according to claim 26, wherein the DSP-2 substrate is a MAP-kinase.

28. A method according to claim 26, wherein the candidate agent is a small molecule.

29. A method according to claim 26, wherein the small molecule is present within a combinatorial library.

30. A method for screening for an agent that modulates DSP-2 activity, comprising the steps of:

(a) contacting a candidate agent with a cell comprising a DSP-2 promoter operably linked to a polynucleotide encoding a detectable transcript or protein, under conditions and for a time sufficient to permit interaction between the promoter and candidate agent; and

(b) subsequently evaluating the expression of the polynucleotide, relative to a predetermined level of expression in the absence of candidate agent;



and therefrom identifying an agent that modulates DSP-2 activity.

31. A method according to claim 30, wherein the polynucleotide encodes a DSP-2 polypeptide.

32. A method according to claim 30, wherein the polynucleotide encodes a reporter protein.

33. A method for modulating a proliferative response in a cell, comprising contacting a cell with an agent that modulates DSP-2 activity.

34. A method for modulating differentiation of a cell, comprising contacting a cell with an agent that modulates DSP-2 activity.

35. A method for modulating survival of a cell, comprising contacting a cell with an agent that modulates DSP-2 activity.

36. A method according to any one of claims 33-35, wherein the agent modulates a pattern of gene expression.

37. A method according to any one of claims 33-35, wherein the cell displays contact inhibition of cell growth.

38. A method according to any one of claims 33-35, wherein the cell displays anchorage independent growth.

39. A method according to any one of claims 33-35, wherein the cell displays an altered intercellular adhesion property.

40. A method according to claim 35, wherein the agent modulates apoptosis.

41. A method according to claim 35, wherein the agent modulates the cell cycle.

42. A method according to claim 32, wherein the cell is present within a patient.

43. A method for treating a patient afflicted with a disorder associated with DSP-2 activity, comprising administering to a patient a therapeutically effective amount of an agent that modulates DSP-2 activity.

44. A method according to claim 43, wherein the disorder is selected from the group consisting of cancer, graft-versus-host disease, autoimmune diseases, allergies, metabolic diseases, abnormal cell growth, abnormal cell proliferation and cell cycle abnormalities.

45. A method for inhibiting rejection of transplanted tissue in a patient, comprising administering to a patient a therapeutically effective amount of an agent that modulates DSP-2 activity.

46. A DSP-2 substrate trapping mutant polypeptide that differs from the sequence recited in SEQ ID NO:2 in one or more amino acid deletions, additions, insertions or substitutions at no more than 50% of the residues in SEQ ID NO:2, such that the polypeptide binds to a substrate with an affinity that is not substantially diminished relative to DSP-2, and such that the ability of the polypeptide to dephosphorylate a substrate is reduced relative to DSP-2.

47. A substrate trapping mutant polypeptide according to claim 46, wherein the polypeptide contains a substitution at position 73 or position 104 of SEQ ID NO:2.

48. A method for screening a molecule for the ability to interact with DSP-2, comprising the steps of:

(a) contacting a candidate molecule with a polypeptide according to claim 1 under conditions and for a time sufficient to permit the candidate molecule and polypeptide to interact; and

(b) detecting the presence or absence of binding of the candidate molecule to the polypeptide, and therefrom determining whether the candidate molecule interacts with DSP-2.

49. A method according to claim 48, wherein the step of detecting comprises an affinity purification step.

50. A method according to claim 48, wherein the step of detecting comprises a yeast two hybrid screen or a screen of a phage display library.

## DSP-2, encoded by 564 base pairs

```
1  CTTTTCCCTGT  ATTTTTTTTGC  TTCATTCTTG  GTGTTTCGCT  GACTGCTGAC  CACTGACCCA
61  CCGCCCTTGAT  GACAGCACCC  TCGTGTGCCT  TCCCAGTTCA  GTTCCGGCAG  CCTCAGTCA
121  GCGGCCCTCTC  GCAGATAACC  AAAAGCCTGT  ATATCAGCBA  TGGTGTGGCC  GCCAACACA
181  AGCTCATGCT  GTCTAGCAAC  CAGATCACCA  TGGTCATCAA  TGTCTCAGTG  GAGGTAGTGA
241  ACACCTTGTA  TGAGGATATC  CAGTACATGC  AGGTACCTGT  GGCTGACTCC  CCTAACTCAC
301  GTCTCTGTGA  CTTCTTTGAC  CCTATTGCTG  ACCATATCCA  CAGCGTGGAG  ATGAAGCAGG
361  GCCGTACTTT  GCTGCACTGT  GCTGCTGGTG  TGAGCCGCTC  AGCTGCCCTG  TGCCTCGCCT
421  ACCTCATGAA  GTACCACGCC  ATGTCCCTGC  TGGACGCCCA  CACGTGGACC  AAGTCATGCC
481  GGCCCATCAT  CCGACCCAAC  AGCGGCTTFT  GGGAGCAGCT  CATCCACTAT  GAGTTCCAAT
541  TGTTTGGCAA  GAACACTGTG  CACATGGTCA  GTTCCCCAGT  GGGAAATGATC  CCTGACATCT
601  ATGAGAAGGA  AGTCCGTTTG  ATGATTCCAC  TGTGAGCCAT  CCCACGAGCC  CCTGCATTGG
661  AGTCAGAGGT  ACAGATCTAT  TGTTGATCTT  ACACCAAGAT  CCAAACTTGA  ACATTCTACT
721  TTTGTTGATA  CAGAAAAAAA  CAGATGATGC  CTTTTATGAG  CACAAAAAAG  AGTTGCTGTA
781  GCTTTTAACT  TTATAATCCA  TTTTTTTTCA  GATTAAACTA  ATTGTGAGAT  GGTG
```

Figure 1

Translated. 188 amino acids

MTAPSCAFPVQFRQPSVSGLSQITKSLYISNGVAANNKLMMLSSNQITMVINVSVEVVNTLYEDIQY  
MQVPVADSPNSRLCDFFDPIADHHSVEMKQGRILLHCAAGVSRSAALCLAYLMKYHAMSLIDA  
HTWTKSCRPIRPNSGFWEQLIHYEFQLFGKNTVHMOVSSPVGMIPDIYEKEVRLMIPL

*Figure 2*

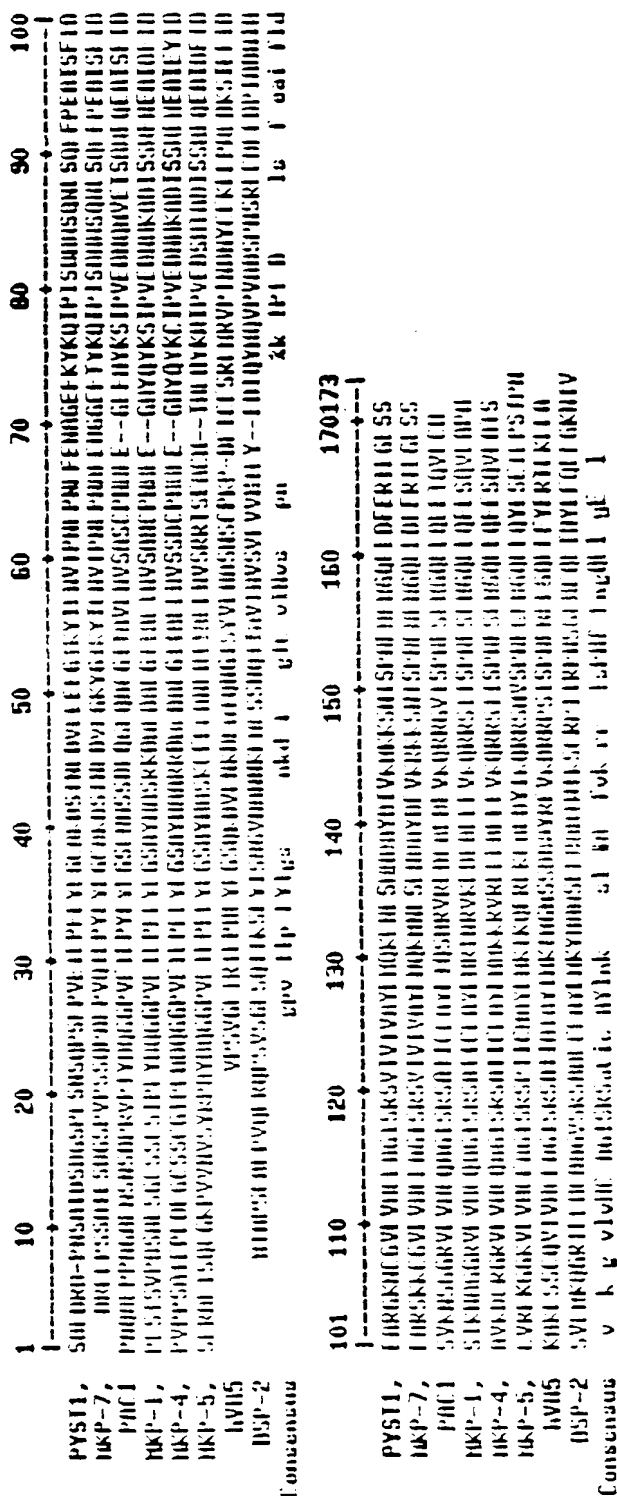
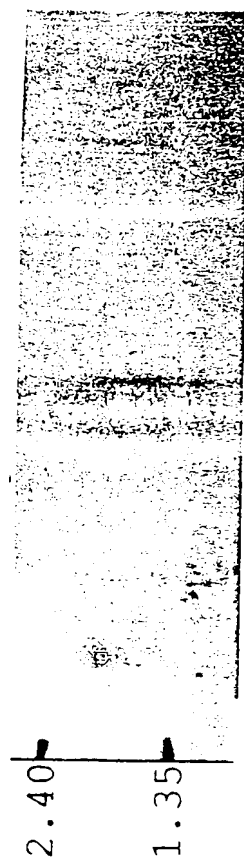


Figure 3

Figure 4



Sp Th Pr Te Ov SI Co PB

SP = Spleen

Th = Thymus

Pr = Prostate

Te = Testis

Ov = Ovaries

SI = Small Intestine

Co = Colon

PB = Peripheral Blood

# INTERNATIONAL SEARCH REPORT

International Application No  
PCT/US 00/07589

## A. CLASSIFICATION OF SUBJECT MATTER

IPC 7 C12N15/55 C12N9/16 C12N15/11 G01N33/53 C12Q1/68  
C12Q1/42 C07K16/40

According to International Patent Classification (IPC) or to both national classification and IPC

## B. FIELDS SEARCHED

Minimum documentation searched (classification system followed by classification symbols)

IPC 7 C12N C07K G01N C12Q

Documentation searched other than minimum documentation to the extent that such documents are included in the fields searched

Electronic data base consulted during the international search (name of data base and, where practical, search terms used)

EPO-Internal, BIOSIS, EMBL, WPI Data, PAJ, MEDLINE, STRAND

## C. DOCUMENTS CONSIDERED TO BE RELEVANT

Category *	Citation of document, with indication, where appropriate, of the relevant passages	Relevant to claim No.
X	<p>DATABASE EMBL 'Online! Accession AF038844, 6 January 1999 (1999-01-06) YUAN Y ET AL: "Homo sapiens MKP-1 like protein tyrosine phosphatase mRNA, complete cds" XP002145743 61% identity in 571 BP overlap with SEQ ID NO 1 and 50.3% identity in 179 AA overlap between the translated sequence and SEQ ID NO 2</p> <p style="text-align: center;">--- -/-</p>	1-14

☒ Further documents are listed in the continuation of box C.

☒ Patent family members are listed in annex.

\* Special categories of cited documents :

"A" document defining the general state of the art which is not considered to be of particular relevance

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"L" document which may throw doubts on priority claim(s) or which is cited to establish the publication date of another citation or other special reason (as specified)

"O" document referring to an oral disclosure, use, exhibition or other means

"P" document published prior to the international filing date but later than the priority date claimed

"T" later document published after the international filing date or priority date and not in conflict with the application but cited to understand the principle or theory underlying the invention

"X" document of particular relevance; the claimed invention cannot be considered novel or cannot be considered to involve an inventive step when the document is taken alone

"Y" document of particular relevance; the claimed invention cannot be considered to involve an inventive step when the document is combined with one or more other such documents, such combination being obvious to a person skilled in the art.

"&" document member of the same patent family

Date of the actual completion of the international search

29 August 2000

Date of mailing of the international search report

11/09/2000

Name and mailing address of the ISA

European Patent Office, P.B. 5818 Patentlaan 2  
NL - 2280 HV Rijswijk  
Tel. (+31-70) 340-2040, Tx. 31 651 epo nl,  
Fax: (+31-70) 340-3016

Authorized officer

Lejeune, R



## INTERNATIONAL SEARCH REPORT

International Application No

PCT/US 00/07589

C.(Continuation) DOCUMENTS CONSIDERED TO BE RELEVANT		
Category *	Citation of document, with indication, where appropriate, of the relevant passages	Relevant to claim No.
X	<p>DATABASE EMBL 'Online!  Accession AA527292,  22 July 1997 (1997-07-22)  NCI-CGAP: "ng39g09.s1 NCI_CGAP_Co3 Homo  sapiens cDNA clone IMAGE:937216 3' similar  to W:F13D11.3 CE04389 PROTEIN  TYROSINE-PHOPHATASE FAMILY ;, mRNA  sequence."  XP002145744  cited in the application  99.1% identity in 562 BP overlap with SEQ  ID NO 1</p> <p style="text-align: center;">---</p>	1-14
X	<p>DATABASE EMBL 'Online!  Accession AA915932,  16 April 1998 (1998-04-16)  NCI-CGAP: "on18c06.s1 NCI_CGAP_Lu5 Homo  sapiens cDNA clone IMAGE:1557034 3'  similar to TR:Q91790 Q91790 MAP KINASE  PHOSPHATASE ;, mRNA sequence."  XP002145745  cited in the application  99.5% identity in 546 BP overlap with SEQ  ID NO 1</p> <p style="text-align: center;">---</p>	1-14
P,X	<p>WO 99 41284 A (GENETICS INST)  19 August 1999 (1999-08-19)  page 25 -page 26  50.3% identity in 179 AA overlap between  SEQ ID 10 of W09941284 and SEQ ID NO 2  60.5% identity in 569 BP overlap between  SEQ ID 9 of W09941284 and SEQ ID NO 1</p> <p style="text-align: center;">---</p>	1-14
P,X	<p>WO 99 49037 A (INCYTE PHARMA INC ;BAUGHN  MARIAH (US); CORLEY NEIL C (US); YUE HEN)  30 September 1999 (1999-09-30)  page 17 -page 18  50.3% identity in 179 AA overlap between  SEQ ID NO 5 of W09949037 and SEQ ID NO 2  61% identity in 571 BP overlap between SEQ  ID NO 6 of W09949037 and SEQ ID NO 1</p> <p style="text-align: center;">---</p>	1-14, 46, 47
A	<p>MUDA MARCO ET AL: "Molecular cloning and  functional characterization of a novel  mitogen-activated protein kinase  phosphatase, MKP-4."  JOURNAL OF BIOLOGICAL CHEMISTRY,  vol. 272, no. 8, 1997, pages 5141-5151,  XP002144712  ISSN: 0021-9258  abstract  figure 1  figure 3B</p> <p style="text-align: center;">---</p>	1-14

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# INTERNATIONAL SEARCH REPORT

International Application No

PCT/US 00/07589

## C.(Continuation) DOCUMENTS CONSIDERED TO BE RELEVANT

Category *	Citation of document, with indication, where appropriate, of the relevant passages	Relevant to claim No.
A	<p>FLINT A J ET AL: "DEVELOPMENT OF SUBSTRATE-TRAPPING MUTANTS TO IDENTIFY PHYSIOLOGICAL SUBSTRATES OF PROTEIN TYROSINE PHOSPHATASES" PROCEEDINGS OF THE NATIONAL ACADEMY OF SCIENCES OF USA,US,NATIONAL ACADEMY OF SCIENCE. WASHINGTON, vol. 94, 1 March 1997 (1997-03-01), pages 1680-1685, XP002051429 ISSN: 0027-8424 the whole document</p>	46,47
A	<p>KEYSE S M: "AN EMERGING FAMILY OF DUAL SPECIFICITY MAP KINASE PHOSPHATASES" BIOCHIMICA ET BIOPHYSICA ACTA. MOLECULAR CELL RESEARCH,NL,ELSEVIER SCIENCE PUBLISHERS, AMSTERDAM, vol. 1265, 1995, pages 152-160, XP000196716 ISSN: 0167-4889 abstract figure 1</p>	

# INTERNATIONAL SEARCH REPORT

information on patent family members

International Application No

PCT/US 00/07589

Patent document cited in search report		Publication date	Patent family member(s)	Publication date
W0 9941284	A	19-08-1999	AU 2669899 A	30-08-1999
W0 9949037	A	30-09-1999	AU 3002199 A	18-10-1999



## DSP-2, encoded by 564 base pairs

```

1  CTTTTCCTGT ATTTTCTTGC TTCAATCTTG GTGTTTGGCT GACTGCTGAC CACTTACCCA
61  CCGGCTTGAT GACAGCACCC TCGTGTGCTT TCCGATTTCA GTTCGGGCGG CCGTCACTCA
121 GCGGCTTCTC GCAGATTAAC AAAAGCCTGT ATATCAGCAA TGGTGTGGCC GGCACCAACA
181 AGCTCATGCT GTCTAGCAGC CAGATCAGCA TGGTCAATCA TGTCTCAATG GAGGTAGTGA
241 ACACCTTGTA TGAGGATATC CAGTACATGC AGGTACTTGT GGCTGACTCC CTTAACTCAC
301 GTCTCTGTGA CTTCTTTGAC CCTATTGCTG ACCATATCCA CAGCGTGGAG ATGAGGCAGG
361 GCGCTACTTT GCTGCACTGT GCTGCTGGTG TGAGCGGCTC AGTTGCTCTG TCGCTCGCTT
421 ACCTCATGAA GTACCAACCC ATGTCTCTGC TGGACGCCCC CACCTGCACT AAGTCAATGC
481 GCGGCTCAT CCGACCCAC AGCGGCTTT GCGAGCAGCT CATCCACTAT GAGTTCCAT
541 TGTTCGGCAA GAACACTGTG CACATGGTCA GPTCCCCAGT GGGAAATGAT CCGTACATCT
601 ATGAGAAGGA AGTCCGTTTG ATGATTCAC TGTTAGCCAT CCCAGGAGCC CCGTCAATGG
661 AGTCAGAGGT ACAGATCTAT TGTGATCTT ACACCAAGAT CCCAACTTGA ACATTCCTACT
721 TTTGTTGATA CAGAAAAAAA CAGATGATGC CTTTATGAG CACAAAAAAG AGTTGCTTGA
781 GCTTTTAACT TTATATCCA TTTTCTTCA GATTAACCTA ATTGTGAGAT GTTG

```

Figure 1

Translated, 188 amino acids

MTAPSCAFPVQFRQPSVSGLSQITKSLYISNGVAANNKLMLESTNQITMVINVSVEVVNTLYEDIQY  
MQVPVADSPNSRLCDFDPLADHHSVEMKQGRILLHCAAGVSSAALCLAYLAKYHAMSILDA  
HTWTKSCRPIRPNSGFWEQLHYEFQLPGKNTVHMVSSPVGMIPDIYEKEVRLMPL

Figure 2

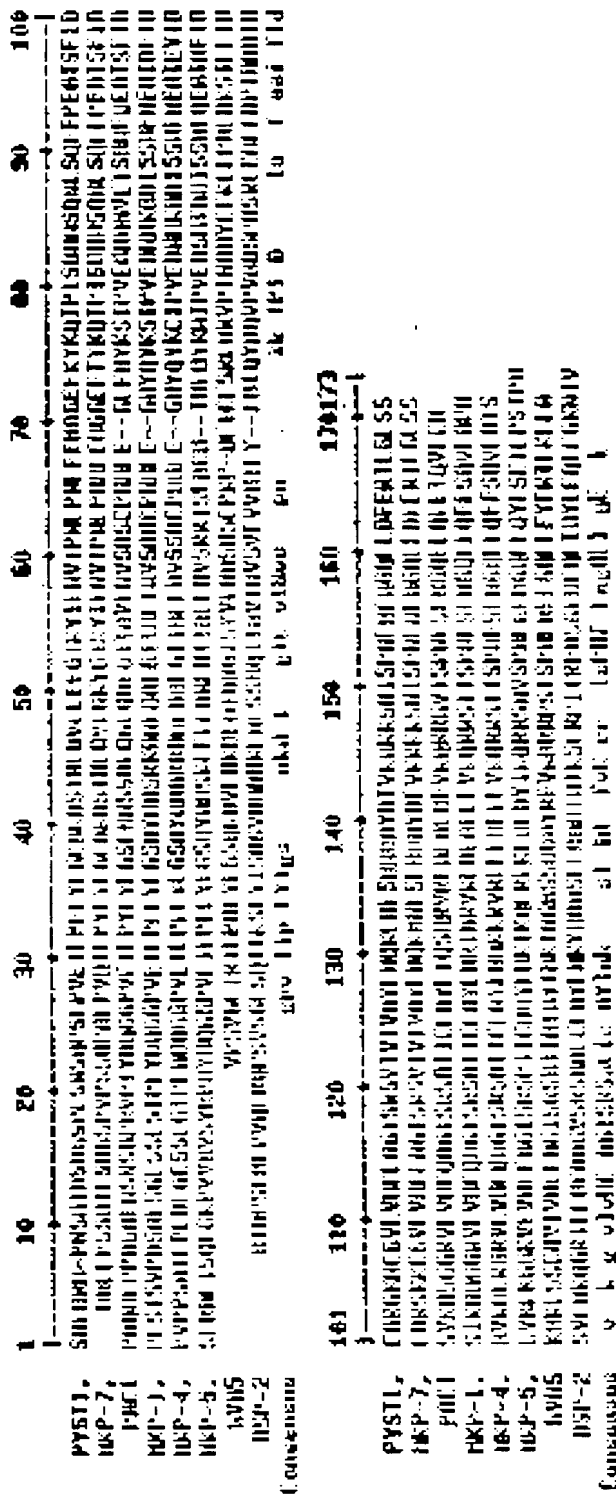


Figure 3

Figure 4



SP Th Pr Te Ov SI Co PB

SP = Spleen

Th = Thymus

Pr = Prostate

Te = Testis

Ov = Ovaries

SI = Small Intestine

Co = Colon

PB = Peripheral Blood